



United States Department of the Interior

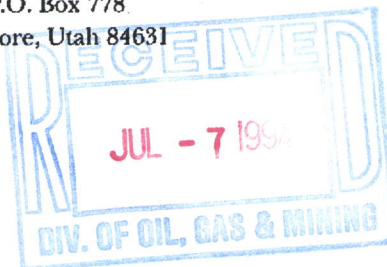
BUREAU OF LAND MANAGEMENT

WARM SPRINGS RESOURCE AREA

35 East 500 North

P.O. Box 778

Fillmore, Utah 84631



IN REPLY REFER TO:

3800

(U-055)

UTU-072851

July 1, 1994

JOSEPH LEVAY
WORLD MINERALS INC
PO BOX 287
1501 6TH STREET
LEGRANDE OR 97850

Dear Mr. Levay:

Your notice to conduct diamond drilling on unpatented lode mining claims in the Beaver River East, Beaver River West, Black Springs, and West Twin Peak claim blocks, located in Sections 19 and 30, T. 23 S., R. 8 W., Sections 13, 14, 23, 26, 27, 34, and 35, T. 23 S., R. 9 W., Sections 5 and 6, T. 24 S., R. 9 W., SLBM, was received on June 14, 1994, and has been accepted by this office. Your notice has been assigned case file number UT-072854. Please use this number in any future correspondence concerning this notice.

If you change your operation from what is described in your notices, you are required to contact this office prior to the change. If your operation extends for more than one year, please advise this office on the status of your mining related activity on the anniversary date of your notice.

Enclosed is a copy of the Conditions of Acceptance for BLM Mining Notices, required by the Richfield District, Warm Springs Resource Area. Please follow these guidelines as they pertain to your operation.

A copy of your notice has been sent to the Utah Division of Oil, Gas and Mining (UDOGM); therefore, you will not have to file this notice with them. A copy of your notice has also been sent to the Utah Department of Environmental Quality, Division of Water Quality (DWQ). Prior to the commencement of the proposed activity, all appropriate state water quality permits need to be obtained from the Utah Department of Environmental Quality, Division of Water Quality, located at:

288 North 1460 West
Salt Lake City, Utah 84114-4870

You are required to report to this office, all hazardous materials associated with your operation along with information regarding their use, storage, transport, quantity, generation and disposal. Information regarding hazardous materials can be obtained from the State of Utah, Department of Environmental Quality, Division of Solid and Hazardous Waste at:

288 North 1460 West
Salt Lake City, Utah 84114-4880

You are also required to contact the Department of Environmental Quality (DEQ), Emergency Response Section (ERS) at the Sections 24-hour response number (801-536-4123) immediately of a spill or discharge of hazardous substances.

As required by 43 CFR 3809, Surface Management Regulations, reasonable measures must be taken to prevent unnecessary or undue degradation of public lands during your operations. Please notify this office upon completion of

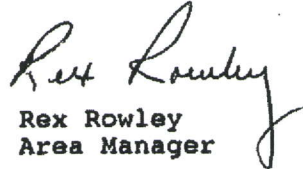
operations and reclamation so an inspection may be conducted on the site. Reclamation under this notice is required to conform to the standards of the Utah Mined Land Reclamation Act.

Acceptance of your notice will not now, nor in the future, serve as a determination of the validity nor ownership of any mining claim included under your notice.

We acknowledge your request to use water from the Black Rock Well. Presently we foresee no difficulty with your request. However, a water use agreement between World Minerals Inc., and the BLM would need to be signed and a fee paid, in advance of use.

If you have any questions regarding this letter, please feel free to contact Rody Cox at (801) 743-6811. Thank you for submitting your notice.

Sincerely,


Rex Rowley
Area Manager

Enclosure

Conditions of Acceptance for BLM Mining Notices (p. 3)

cc: D. Wayne Hedberg, UDOGM
Kiran L. Bhayani, DWQ
Jerry Reagan, Millard County Planning and Zoning
Perlite Incorporated, Box 519, Lompoc, CA 93438